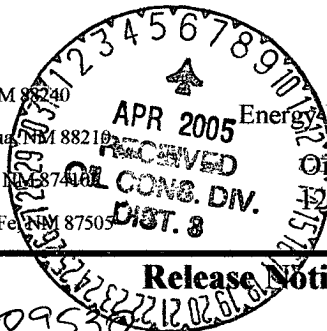


RECEIVED

District I
1625 N French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87401
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505



State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

MAR 30 2005

Form C-141
Revised October 10, 2003

Submit 2 Copies to appropriate
District Office in accordance
with Rule 116 on back
side of form

Release Notification and Corrective Action

30 045 09530

OPERATOR

☐ Initial Report ☐ Final Report

Name of Company	Parowon Operating LLC	Contact	Richard Baldwin
Address	P.O. Box 5224 Farmington NM 87401	Telephone No.	505-793-6194
Facility Name	Northeast Hogback Unit #22	Facility Type	Oil Well
Surface Owner	Federa	Mineral Owner	Parowon Operator
		Lease No.	NM0444

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
G	15	30N	16W					

Latitude N 36° 48.959 Longitude W 105° 30.538

NATURE OF RELEASE

Type of Release	Oil & water	Volume of Release	2.5 BBLs	Volume Recovered	2.5 BBLs
Source of Release	Closed Valve	Date and Hour of Occurrence	3/17/05	Date and Hour of Discovery	3/17/05 11:00 am
Was Immediate Notice Given?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Val Jamison			
By Whom?	Richard Baldwin	Date and Hour 3/17/05 11:00 am			
Was a Watercourse Reached?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse.			

If a Watercourse was Impacted, Describe Fully.*

Describe Cause of Problem and Remedial Action Taken.*

Vandalism, 2" Ball Valve was closed. well pressured up, oil + water Sprayed out of Stuffing box. Shut well down due to hole in the tubing.

Describe Area Affected and Cleanup Action Taken.*

Oil & water Sprayed 20ft around well head. Dug 8" of Contaminated Soil, put soil into bermed area until investigation is completed. Brought in Clean dirt. Filed report with Ranger

I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to NMOCD rules and regulations all operators are required to report and/or file certain release notifications and perform corrective actions for releases which may endanger public health or the environment. The acceptance of a C-141 report by the NMOCD marked as "Final Report" does not relieve the operator of liability should their operations have failed to adequately investigate and remediate contamination that pose a threat to ground water, surface water, human health or the environment. In addition, NMOCD acceptance of a C-141 report does not relieve the operator of responsibility for compliance with any other federal, state, or local laws and/or regulations.

Signature: <u>Debbie Baldwin</u>		OIL CONSERVATION DIVISION	
Printed Name: <u>Debbie Baldwin</u>		Approved by District Supervisor: <u>Denny Faint for Charlie Perry</u>	
Title: <u>Filer</u>	Approval Date: <u>4/18/05</u>	Expiration Date:	
E-mail Address: <u>baldwinrace@hotmail.com</u>	Conditions of Approval:	Attached <input type="checkbox"/>	
Date: <u>3/20/05</u>	Phone: <u>334 5314</u>		

* Attach Additional Sheets If Necessary

NDGF OSTO 833042